## **Sales Tax - Refunds**

As a retailer how can I claim a sales tax refund?

If a retailer makes an overpayment of state sales tax, or is entitled to a credit on tax payments because of mistakes, errors or canceled sales, in lieu of filing a claim for refund, credit for the amount of overpayment may be taken by the owner of the business on a subsequent return. The overpayment of tax should be taken as a reduction on line 3c of the DR 0100 "Colorado Retail Sales Tax Return. If the vendor is no longer engaged in business, then that vendor should apply for a refund on Form DR 0137 "Claim for Refund."

However, if the retailer collects the tax in error and pays too much tax, they may only claim a refund if they have refunded the tax to their customer.